

Memorandum

TO: Lee Price, MMC

FROM: Kansen Chu

SUBJECT: ADDITIONAL COMPENSATION

REDUCTION

DATE: JUNE 15, 2010

On April 27, 2010, the City Council adopted Resolution 75361 with a goal to achieve a 10% reduction in total compensation for the Mayor and each Councilmember. At that time, Council directed that the first 5% in ongoing total compensation be met through a salary reduction of 4.75% (\$4,114.69) and an additional reduction valued at 0.25% through increased medical contributions and plan design changes, consistent with actions approved for Unit 99 employees. Each Councilmember may determine how to achieve their remaining 5% reduction, which may be accomplished through one-time reductions in compensation.

Please accept this memorandum as my instructions for an irrevocable waiver of my car allowance of \$600.00 per month, \$7,200 annually, for Fiscal Year 2010 – 2011 to be effective July 1, 2010. In addition, I hereby elect an additional irrevocable salary reduction of \$2.54 per pay period, \$66.12 annually, for FY 2010 – 11, beginning June 27, 2010 to achieve my 10% total compensation reduction.

KANSEN CHU, COUNCILMEMBER

District 4

C: Chuck Reed, Mayor Rick Doyle, City Attorney Deb Figone, City Manager Scott Johnson, Director of Finance

